

State of New Jersey

Chris Christie

Governor

Kim Guadagno

Lt. Governor

Office of the Attorney General
Department of Law and Public Safety
Division of Gaming Enforcement
1300 Atlantic Avenue
Atlantic City, NJ 08401

Jeffrey S. Chiesa

Attorney General

David Rebuck

April 25, 2013

Michael A. Magazzu, Esquire Corporate Counsel Caesars Entertainment, Eastern Division c/o Bally's Atlantic City Park Place and The Boardwalk Atlantic City, New Jersey 08401

RE: Petition #1091301

Dear Mr. Magazzu:

The staff of the Division of Gaming Enforcement's (Division) Regulatory Enforcement Bureau reviewed Petition #1091301 filed by Harrah's Atlantic City Operating Company, d/b/a/ Harrah's Resort Atlantic City (Harrah's), dated April 19, 2013. Harrah's is seeking approval to amend it's Certificate of Operation and Casino Hotel Alcoholic Beverage (CHAB) License to periodically use an alternate plan for the purpose of operating and/or hosting slot tournaments.

Harrah's casino is currently operating under a Certificate of Operation which was approved in Petition #0651303 on March 15, 2013, by the Division of Gaming Enforcement.

By Petition #1091301 Harrah's seeks approval to complete modifications to its casino floor as depicted on the architectural drawing labeled PCO-63 R2, dated January 21, 2013, which was prepared and certified by Michael Demling, RA, License #08676, of Michael Demling Associates.



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The petitioner proposes the following:

1. Temporarily add sixty-six (66) slot machines in Ballrooms A, B, and C, for the purpose of operating and/or hosting slot tournaments. The addition of sixty-six (66) slot machines for the tournaments will result in a temporary increase of nine thousand six hundred thirty-nine (9,639) square feet of casino floor space.

Miscellaneous

1. Harrah's current CHAB license reflects Ballrooms A, B, and C as Type II authorized locations. Harrah's seeks approval to temporarily amend its CHAB license during the tournaments to designate Ballrooms A, B, and C as Type I CHAB authorized locations, with service of beverages emanating from portable service bars.

The summary of the statistical calculations is as follows:

- 1. The total number of slot machines is **2,626** and the total number of slot stools is **2,626**. When the alternate plan (Ballrooms A, B, and C) is implemented, the number of slot machines and slot stools will increase by sixty-six (66) for a total of **2,692** slot machines and slot stools;
- 2. The total approved table games remains at one hundred seventy-five (175);
- 3. The casino floor area will remain the same at one hundred fifty-eight thousand four hundred ninety-seven (158,497) square feet. The Simulcast area will remain the same at five hundred sixty-nine (569) square feet. The total gaming area, including Simulcast, will remain at one hundred fifty-nine thousand sixty-six (159,066) square feet. When the alternate plan (Ballrooms A, B, and C) is implemented, the total gaming area will increase by nine thousand six hundred thirty-nine (9,639) square feet for a total of one hundred sixty-eight thousand seven hundred five (168,705) square feet;
- 4. The allowable slot coverage (90% of **159,066** sq. ft) is one hundred forty-three thousand one hundred fifty-nine (**143,159**) square feet. When the alternate plan (Ballrooms A, B, and C) is implemented, the allowable slot coverage (90% of

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168,705 sq. ft) is one hundred fifty-one thousand eight hundred thirty-four (**151,834**) square feet; and,

5. The actual slot coverage is one hundred two thousand sixty-two (102,062) square feet which is 64% of the total gaming area and within the allowable 90% for slot density. When the alternate plan (Ballrooms A, B, and C) is implemented the actual coverage is one hundred two thousand sixty-two (102,062) square feet which is 60% of the total gaming area and within the allowable 90% for slot density.

Based on the Division's authority, the requested amendments to Harrah's Certificate of Operation and CHAB license as set forth above, are hereby granted pursuant to N.J.A.C. 13:69C-7.1, et seq and N.J.S.A. 5:12-103 et seq. This approval authorizes a casino room containing and consisting of 159,066 square feet of total gaming space, 175 table games, 2,626 slot machines and 2,626 slot stools. When the alternate plan (Ballrooms A, B, and C) is implemented, the casino room will consist of 168,705 square feet, 175 table games, and 2,692 slot machines and slot stools.

Please note that the designation of smoking areas in casinos is subject to the jurisdiction of the N.J. Department of Health and Senior Services and the Atlantic City Department of Health and Human Services, not the Division. Accordingly, this letter should in no way be construed as approving areas of the gaming floor for smoking.

This approval is subject to the following conditions:

- A. That revised operational blueprints, reflecting the changes approved herein, be submitted to the Division's Regulatory Enforcement Bureau, casino licensee's security podium and the casino licensee's CCTV monitoring room;
- B. That Harrah's notifies the Division immediately in the event of any modification to the approvals granted herein;
- C. That all CCTV cameras must be accessible from the Division's CCTV monitoring system as required by N.J.A.C. 13:69D-1.10(a)3;
- D. That a revised Slot Master List is submitted to the Technical Service Bureau of the Division;

- E. That Harrah's comply with CCTV requirements identified in N.J.A.C. 13:69D-1.10(I) regarding the requirement to have one (1) operator for every 40,000 square feet of casino floor space unless otherwise authorized by the Division;
- F. That an updated security submission be approved by the Division reflecting the cash transport route from the tournament buy-in area to the cage and security staffing when the alternate plan (Ballrooms A, B, and C) is implemented;
- G. Any Harrah's employee who is responsible for the handling, storage or service of alcoholic beverages within the tournament area (Ballrooms A, B, and C) should be designated as a CHAB employee who possesses the requisite qualifications and has received training in the sale of alcoholic beverages to the public;
- H. Harrah's will insure that service of alcoholic beverages will be provided only to those individuals who are 21 years of age or older and that such beverages are not served to individuals who are actually or apparently intoxicated;
- 1. Service of alcoholic beverages within the tournament area (Ballrooms A, B, and C) will comply with all requirements attendant to Type I CHAB authorization, pursuant to *N.J.S.A.* 5:12-103g(1) and *N.J.A.C.* 13:69I-3.1, and with all applicable alcoholic beverage laws and regulations of the Division and, as deemed applicable, the Division of Alcoholic Beverage Control;
- J. Harrah's is to obtain all necessary approvals from other governmental agencies prior to commencing operation of the tournament area (Ballrooms A, B, and C) as a Type I location;
- K. That Harrah's complies with all requirements and conditions appended to approvals received from all involved agencies of government whose approvals are required in order for a Certificate of Occupancy for the general public to be issued including, but not limited to, the Department of Community Affairs and the local construction official;
- L. Once modifications have been completed, satisfactory inspections and approvals by the Division are required to ensure that the changes made conform to the petition. The review also includes, but is not limited to, an assessment of the adequacy of CCTV and security coverage. Such inspections must be done prior to the proposed areas being used for gaming activity; and,
- M. In the future, if there are no changes from this approved petition, only notification to the Division along with certifications is required. Notification must be submitted at least three (3) business days prior to the implementation of the alternate plan.

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To schedule an inspection, please contact the Division at inspections@njdge.org.

If you have any questions, please do not hesitate to contact Bill Kendzierski of my staff at 441-7557.

Sincerely,

Don Errera, Deputy Chief Regulatory Enforcement Bureau

DE/mf

CC: Chuck Kimmel, DGE
Tim Ficchi, DGE
Joe Goukler, DGE
Eric Weiss, DGE
Lisa Spengler, DGE
DGE Intake Unit
C-12-13-025